

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2006

	October-06				September-06				Current	Prior Year	3 Years	5 Years
	Allocation		Month	Net ROR	Allocation		Quarter	Net ROR	FYTD	FY06	Ended 6/30/2006	Ended 6/30/2006
	Market Value	Actual			Market Value	Actual						
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	18,224,471	1.5%	1.5%	4.34%	17,403,233	1.4%	1.5%	1.60%	6.01%	11.12%	N/A	N/A
Total Structured Growth	18,224,471	1.5%	1.5%	4.34%	17,403,233	1.4%	1.5%	1.60%	6.01%	11.12%	12.01%	-0.32%
<i>Russell 1000 Growth</i>				3.52%				3.94%	7.59%	6.12%	8.35%	-0.76%
<i>Structured Value</i>												
LSV	19,915,083	1.6%	1.5%	3.46%	19,175,872	1.5%	1.5%	4.90%	8.53%	15.05%	21.14%	12.22%
Russell 1000 Value				3.27%				6.22%	9.70%	12.10%	15.70%	6.89%
<i>Russell 1000 Enhanced Index</i>												
LA Capital	38,104,746	3.0%	2.9%	4.00%	34,713,548	2.8%	2.9%	3.71%	7.86%	11.58%	N/A	N/A
Russell 1000				3.40%				5.06%	8.62%	9.08%	N/A	N/A
<i>S&P 500 Enhanced Index</i>												
Westridge	38,427,408	3.1%	2.9%	3.29%	37,067,573	3.0%	2.9%	5.75%	9.22%	8.77%	N/A	N/A
S&P 500				3.26%				5.67%	9.11%	8.63%	N/A	N/A
<i>Index</i>												
State Street	13,410,994			3.77%	12,876,735			5.78%	9.77%	9.51%	11.47%	2.62%
Total 130/30	13,410,994	1.1%	1.0%	3.77%	12,876,735	1.0%	1.0%	5.78%	9.77%	9.51%	11.47%	2.62%
S&P 500				3.26%				5.67%	9.11%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	128,082,702	10.2%	9.8%	3.72%	121,236,962	9.8%	9.8%	4.49%	8.38%	10.95%	13.63%	3.95%
S&P 500				3.26%				5.67%	9.11%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	42,712,721	3.4%	3.3%	5.47%	40,474,551	3.3%	3.3%	-0.01%	5.46%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				5.92%				0.94%	6.92%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	42,712,721	3.4%	3.3%	5.47%	40,474,551	3.3%	3.3%	-0.01%	5.46%	13.58%	18.20%	7.86%
Russell 2000				5.76%				0.44%	6.22%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	40,926,395	3.3%	3.2%	3.73%	39,409,923	3.2%	3.2%	5.02%	8.94%	28.07%	20.99%	6.90%
LSV	39,943,199	3.2%	3.2%	3.74%	38,460,224	3.1%	3.2%	6.24%	10.21%	27.09%	N/A	N/A
Total Large Cap - Active	80,869,595	6.5%	6.4%	3.73%	77,870,147	6.3%	6.4%	5.62%	9.57%	27.66%	21.92%	12.63%
MSCI EAFE - 50% Hedged				3.38%				4.87%	8.42%	26.72%	22.56%	6.89%
<i>Small Cap - Value</i>												
Lazard	9,598,425	0.8%	0.8%	4.90%	9,148,767	0.7%	0.8%	0.72%	5.66%	23.65%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				3.40%				1.53%	4.98%	29.28%	32.40%	N/A
<i>Small Cap - Growth</i>												
Vanguard	9,794,832	0.8%	0.8%	3.66%	9,445,634	0.8%	0.8%	3.73%	7.52%	29.24%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				3.40%				1.53%	4.98%	29.28%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	100,262,851	8.0%	8.0%	3.83%	96,464,547	7.8%	8.0%	4.93%	8.95%	27.35%	23.83%	8.67%
MSCI EAFE - 50% Hedged				3.38%				4.87%	8.42%	26.72%	22.56%	6.89%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	216,423,377	17.3%	17.3%	0.90%	214,387,901	17.3%	17.3%	4.45%	5.39%	-0.90%	7.36%	8.59%
Lehman Aggregate				0.66%				3.81%	4.49%	-0.81%	2.05%	4.97%
<i>Core Plus/Enhanced</i>												
Clifton Group	49,654,102	4.0%	4.0%	0.52%	49,450,914	4.0%	4.0%	N/A	N/A	N/A	N/A	N/A
Prudential	49,425,650	3.9%	4.0%	1.03%	48,898,900	3.9%	4.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	99,079,752	7.9%	8.0%	0.77%	98,349,814	7.9%	8.0%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				0.66%				3.81%				
<i>Index</i>												
Bank of ND	94,887,107	7.6%	7.3%	0.61%	94,294,224	7.6%	7.3%	3.10%	3.73%	-1.14%	1.14%	4.90%
Bank of ND CD'S	2,300,102	0.2%	0.2%	0.44%	2,290,001	0.2%	0.2%	1.33%	1.77%	N/A	N/A	N/A
Total Index	97,187,209	7.8%	7.5%	0.61%	96,584,225	7.8%	7.5%	3.07%	3.07%	-1.02%	1.09%	4.62%
Lehman Gov/Credit (1)				0.63%				3.91%	4.57%	-1.52%	1.04%	4.78%
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	216,446,220	17.3%	17.3%	0.96%	214,330,011	17.3%	17.3%	4.60%	5.60%	-2.11%	2.63%	N/A
Lehman US Credit BAA				0.89%				4.80%	5.73%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	629,136,557	50.2%	50.0%	0.86%	623,651,951	50.4%	50.0%	4.30%	5.19%	-1.35%	2.25%	5.52%
Lehman Aggregate (2)				0.66%				3.81%	4.49%	-0.81%	1.84%	5.28%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)												
Northern Trust Global Investments	135,094,207	10.8%	11.0%	-0.13%	135,265,251	10.9%	11.0%	3.51%	3.37%	-1.53%	N/A	N/A
Western	135,597,462	10.8%	11.0%	0.01%	135,529,802	10.9%	11.0%	3.85%	3.86%	-1.94%	N/A	N/A
TOTAL TIPS	270,691,669	21.6%	22.0%	-0.06%	270,795,053	21.9%	22.0%	3.68%	3.61%	-1.74%	N/A	N/A
LB US TIPS Index				-0.17%				3.63%	3.46%	-1.64%	N/A	N/A
REAL ESTATE												
JP Morgan	75,343,426	6.0%	6.0%	-0.23%	75,441,606	6.1%	6.0%	0.57%	0.33%	N/A	N/A	N/A
NCREIF Total Index				1.16%				3.51%	4.71%	18.23%	N/A	N/A
CASH EQUIVALENTS												
Bank of ND	6,754,768	0.5%	1.0%	0.44%	9,976,948	0.8%	1.0%	1.35%	1.79%	4.50%	2.71%	2.42%
90 Day T-Bill				0.38%				1.33%	1.71%	4.00%	2.37%	2.25%
TOTAL WSI	1,252,984,694	100.0%	100.0%	1.25%	1,238,041,619	100.0%	100.0%	3.84%	5.14%	3.45%	6.76%	5.44%
POLICY TARGET BENCHMARK				1.14%				3.89%	5.07%	3.63%	6.36%	5.48%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.